NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Produces 88 (4-89) — Paid Up With 640 Agres Publing Provision STANDARD LEASE v.5

PAID UP OIL AND GAS LEASE

(No Surface Use)

A/N/A Noncy Baker

THIS LEASE AGREEMENT is made this 38 day of APRIL 2009, by and between Nancy Turnbull Jenkins, a single person whose ass is 1003 .SYCAMORE TERE FORT WORTH as Lessor, and DALE PROPERTY SERVICES, LLC. 2160 Ross Avenue, Sales Dates Texas TRIOL as Lessoe. All printed portions of this lesso were prepared by the party heretrabove named as Lessee, but all other provisions (including the edition of blank spaces) were prepared jointly by Lessor and Lessee.

1. In consideration of a cash torus in hand paid and the covenants herein contained, Lessor hereby grants, lesses and lets exclusively to Lessee the following bed land, hereinafter called lessed premises:

.172 ACRES OF LAND, MORE OR LESS, BEING ALL OF LOT 15, BLOCK 10, OUT OF THE SEIBOLD ADDITION, AN ADDITION TO THE CITY OF FORT WORTH, TARRANT COUNTY, TEXAS, ACCORDING TO THAT CERTAIN PLAT RECORDED IN VOLUME 309, PAGE 42, OF THE PLAT RECORDS OF TARRANT COUNTY, TEXAS;

In the County of <u>TARRANT</u>. State of TEXAS, containing <u>172</u> gross acres, more or less (notuding any interests therein which Lessor may hereafter acquire by reversion, prescription or otherwise), for the purpose of exploring for, developing, producing and marketing oil and gas, along with all hydrocarbon and non hydrocarbon substances produced in association therewith (including geophysical/seismic operations). The term "gas" as used herein includes helium, carbon diodice and other commercial gases, as well as hydrocarbon gases. In addition to the above-described leased premises, this lease aborours accretions and any small strips or parcels of land now or hereafter whether or configuous or adjacent to the above-described leased premises, and, in consideration of the aforementioned cash borus, Lessor agrees to execute at Lesses's request any additional or supplemental instruments for a more complete or accurate description of the land so covered. For the purpose of determining the amount of any shut-in royalties hereunder, the number of gross scres above specified shall be deemed correct, whether actually more or less.

2. This lease, which is a "paid-up" lease requiring no rentals, shall be in force for a primary term of FIVE Styress from the date hereof, and for as long theres or gas or other substances covered hereby are produced in paying quantities from the leased premises or from leads pooled therewith or this lease is otherwise mai

effect pursuant to the provisions hereof.

3. Royaldes on oil, gas and other substances produced and saved hereunder shell be paid by Lessee to Lessor as follows: (a) For oil and other figuid hydrocarbons.

3. Royaldes on oil, gas and other substances produced and saved hereunder shell be paid by Lessee to Lessor as follows: (a) For oil and other figuid hydrocarbons. separated at Lesser's separator facilities, the royalty shall be One-fifth (1/5) of such production, to be defivered at Lesser's option to Lessor at the wellhead or to Lessor's credit at the oil purchaser's transportation facilities, provided that Lesses shall have the continuing right to purchase such production at the wellhead market price than prevailing in the same field (or if there is such a prevailing price) for production of

A. expresses on all, gas and order subsections by production by the desired sequence of a leaser's expensed of a leaser's sequence production and the sequence of the service of the servi

8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the and obligations of the parties hereunder shall extend to their respective heits, devisees, executions, administrators, successors and assigns. No change in Lessor's ship shall have the effect of reducing the rights or enturping the obligations of these hereunder, and no change in ownership shall be binding on Lessee until 60 days assee has been furnished the original or cartified or duly euthenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or

until Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to the credit of decedent or decedent's estate in the depository designated above. If sit any time two or more persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter arising with respect to the transferred interest shall not effect the rights of Lessee with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligations to pay or tender shut-in royalties hereunder shall be divided between Lessee and the transferred in proportion to the net acreage interest in this lesses then held by each.

So Lessee may, at any time and from time to there, define to Lesseo or rile of record a written relieuse of this lease as to a full or undivided interest in all or any portion of the area covered by this lease or any depths or zones there under, and shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released. If Lessee transfers all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced in accordance with the net acreage interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced in accordance with the net acreage interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced in accordance with the

B. Lesses may, at any time and from some to may, desired in a class of the same covered by the lesses or any depth for zones there under, and shall thereupon be relieved of all abligations threatester arising with respect to the internet so relieved. It Lesses releases at or an undivided interest in less than all of the area covered nereby, Lessee's obligation to pay or trander shul-in reyelfels shall be proportionately reduced in accordance with the net serveing interest tealanch hereunder.

10. In exploring for, developing, producing and marketing off, gas and other substances covered hereby on the lessed premises or lands pooled or untitled berevith, in primary and/or ethings of recovery. Lessee shell have the right of ingress and egrees along with the right to conduct such operations on the lessed premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the difficient for the lessed premises as a may be reasonably necessary for such purposes, including but not limited to geophysical operations, the difficient feet for the lessed premises as a may be reasonably necessary for such purposes, including but not limited to geophysical operations, the difficient feet feet feet from Lesser's wells or ponds. In exploring, developing, producing or marketing from the lessed premises or clands ponded therewith, the ancilled premises or clands apply (a) to the entire lessed premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this lesses; and (b) to any other lends in which Lessor now or hereafter has authority to grant such rights in the skinding of the lessed premises or lands pooled therewith, the ancileus rights rights in the skinding of the lessed premises or such other lands used to premises or such production or mow or hereafter has authority to grant such rights in the skinding of the lessed premises or lands pooled therewith, the ancient production or other legads used by lessee hereunder, without less

upon pursuance were note essements shall not with the land and survive any termination of this lease.

18. Lesser higheby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee at Lessee's option may pay and discharge any taxes, mortgages or lient expaining, levied or assessed on or against the leased premises. If Lessee such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse tiself out of any royalities or shut-in royalities otherwise payable to Lesson hereunder. In the event Lessee is made aware of any daim inconsistent with Lesson's title, Lessee may suspend the payment of royalities and shut-in royalities hereunder, without interest, until Lessee has been lumished satisfactory evidence that such claim has been resolved.

16. Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the lessed premises for drilling or other coresions.

operators.

7. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original.

DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lesse payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lesse is the product of good faith negotiations. Lessor understands that these lesse payments and terms are final and that Lessor entered into this lesse without durees or under influence. Lessor accountages that lesse values could go up or down depending on mark conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lesse that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lesse will seek to after the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners.

IN WITNESS WHIEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's heirs, devisees, executed by all parties hereinabove named as Lessor.

LESSOR (MHETHER ONE OR MORE)

10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery. Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canals, pipelines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises, except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancistary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this lease; and (b) to any other lands in which Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessor in writing, Lessee shall bury its pipelines below ordinary plow depth on cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased premises or other lands used by Lessee hereunder, without Lessor's consent, and Lessee shall pay for damage caused by its operations to buildings and other improvements now on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at any time to remove its fixtures, equipment and materials, including well casing, from the leased premises or such other lands during the term of this lease or within a reasonable time thereafter. 11. Lessee's obligations under this lease, whether express or implied, shall be subject to all applicable laws, rules, regulations and orders of any governmental authority having jurisdiction including restrictions on the drilling and production of wells, and the price of oil, gas, and other substances covered hereby. When drilling, reworking, production or other operations are prevented or delayed by such laws, rules, regulations or orders, or by inability to obtain necessary permits, equipment, services, material, water, electricity, fuel, access or easements, or by fire, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, not, strike or labor disputes, or by inability to obtain a satisfactory market for production or failure of purchasers or carriers to take or transport such production, or by any other cause not reasonably within Lessee's control, this lease shall not terminate because of such prevention or delay, and at Lessee's option, the period of such prevention or delay shall be added to the term hereof. Lessee shall not be liable for breach of any express or implied covenants of this lease when drilling, production or other operations are so prevented, delayed or interrupted. 12. In the event that Lessor, during the primary term of this lesse, receives a bona fide offer which Lessor is willing to accept from any party offering to purchase from Lessor a lease covering any or all of the substances covered by this lease and covering all or a portion of the land described herein, with the lease becoming effective upon Lessor a lease covering any or all or the substances covered by this rease and covering all or a portion of this lease. Lessor hereby agrees to notify Lessee in writing of said offer immediately, including in the notice the name and address of the offeror, the price offered and all other pertinent terms and conditions of the offer. Lessee, for a period of fifteen days after receipt of the notice, shall have the prior and preferred right and option to purchase the lease or part thereof or interest therein, covered by the offer at the price and according to the terms and conditions specified in the offer. 13. No litigation shall be initiated by Lessor with respect to any breach or default by Lessoe hereunder, for a period of at less 90 days after Lessor has given Lessoe written notice fully describing the breach or default, and then only if Lessoe falls to remedy the breach or default, within such period. In the event the matter is litigated and there is a final judicial determination that a breach or default has occurred, this lease shall not be forfeited or canceled in whole or in part unless Lessee is given a reasonable time after said judicial determination to remedy the breach or default and Lessee fails to do so. 14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore sement under and through the lessed premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royalty or other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease. 15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee at Lessee's option may pay and discharge any taxes, mortgages or liens existing, levied or assessed on or against the lessed pramises. 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The state of the s

___day of ___

STATE OF

COUNTY OF

This instrument was acknowledged before me on the ____

My commission

, 2009, by:

is unlimited

2 Kingfisher Way, Preston Farm

Kingfisher House

noanidoR werbnA nomi2



DALE RESOURCES LLC 2100 ROSS AVE STE 1870 LB-9

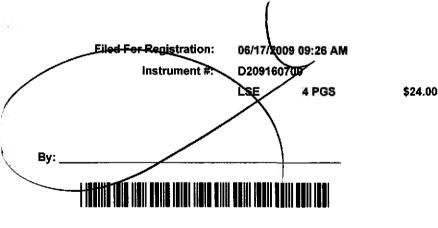
DALLAS

TX 75201

Submitter: DALE RESOURCES LLC

SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

<u>DO NOT DESTROY</u> WARNING - THIS IS PART OF THE OFFICIAL RECORD.



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